



Department of Energy
Western Area Power Administration
Desert Southwest Customer Service Region
P.O. Box 6457
Phoenix, AZ 85005-6457

April 16, 2004

Dear Parker-Davis Project Customers:

Western hosted an informal meeting on April 8, 2004 to discuss the small customer flexibility proposal regarding early implementation of Post-2008 allocations for small customers. Prior to the meeting, Western sent out a March 5, 2004 letter and analysis addressing alternatives for implementation, and capacity and energy impacts. During the discussions at the April 8, 2004 meeting, suggestions were made that Western look at the possibility of waiving the off-peak minimum requirement for the small customers, and prepare a cost analysis addressing the alternatives listed in the March 5, 2004 letter. Western has also received a written request from K.R. Saline on behalf of the Town of Thatcher to look at the possibility of shifting their winter P-DP firm electric service energy to the summer. To properly evaluate this request Western will need additional time to complete the analysis. We anticipate mailing out the complete cost analysis by April 23, 2004.

If you have any questions regarding this subject, please contact Brian Young at 602-352-2594 or Penny Casey at 602-352-2585.

Sincerely,

A handwritten signature in black ink, which appears to read "Jean Gray". The signature is fluid and cursive, with the first name "Jean" being more prominent than the last name "Gray".

Jean Gray
Assistant Regional Manager
for Power Marketing